

November 14, 1989

REPORT TO THE HONORABLE

MAYOR AND CITY COUNCIL

RE: PREPARED DIRECT TESTIMONY ON BEHALF OF THE CITY OF SAN DIEGO
BEFORE THE FEDERAL ENERGY REGULATORY COMMISSION ON THE PROPOSED
MERGER BETWEEN SDG&E AND SOUTHERN CALIFORNIA EDISON

Enclosed, for your review, are copies of the Prepared Direct
Testimony of Dr. Bruce M. Owen and Dr. Barry C. Harris on behalf
of the City of San Diego before the Federal Energy Regulatory
Commission (FERC) in regards to the proposed Merger between SDG&E
and Southern California Edison. Dr. Owen testifies about the
anti-competitive effect of the proposed merger and Dr. Harris
testifies about the lack of actual cost-savings associated with
the proposed merger.

The City of San Diego will be sponsoring an additional
witness before the FERC, Dr. Robert Weinsenmiller. Copies of Dr.
Weinsenmiller's testimony will be provided to you when it has
been filed at the FERC.

Copies of this testimony will also be filed with the City
Clerk in connection with the Evidentiary Hearings currently
taking place regarding the proposed merger.

Respectfully submitted,

JOHN W. WITT

City Attorney

LJG:vtc:Lit.(x043.1)

Enclosure

cc City Manager

City Clerk

SDG&E

SCE

RC-89-47